COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

MOTION TO ADJUST RATES IN ACCORDANCE WITH THE PURCHASED
GAS ADJUSTMENT CLAUSE OF
MARTIN GAS COMPANY, INC.

CASE NO. 7156-P

ORDER

On December 20, 1978, the Commission issued its Order in Case 7156 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On October 1, 1981, Martin Gas Company, Inc. ("Applicant") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas of Kentucky, Inc. ("Columbia") effective September 1, 1981, and submitted with its notice certain information in compliance with this Commission's Order of December 20, 1978. The notice set out certain revisions in rates which the Applicant proposed to place in effect, said rates being designed to decrease the cost of the natural gas of its supplier in the amount of \$3,318.17.

After reviewing this evidence of record and being advised, the Commission is of the opinion and finds that:

- (1) The Applicant's supplier, has filed for decreased rates and said rates will become effective on and after September 1, 1981.
- (2) The Applicant's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case 7156 dated December 20, 1978, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after September 1, 1981.

IT IS THEREFORE ORDERED that said purchased gas adjustment sought by the Applicant and adjusted as aforesaid be and the same is hereby approved to be effective with gas supplied on and after September 1, 1981, as set out in Appendix A attached hereto and made a part hereof.

IT IF FURTHER ORDERED that for the purpose of future application of the purchased gas adjustment clause of Applicant the base rate for purchased gas shall be:

Commodity

Columbia Gas of Kentucky, Inc. Southeastern Gas Company

\$ 4.093 per Mcf

IT IS FURTHER ORDERED that the information furnished this Commission by Applicant on October 1, 1981, constitutes full compliance with the Commission's Order in Case No. 7156 and any other information ordinarily required to be filed under the Commission's regulations is hereby waived.

IT IS FURTHER ORDERED that within 30 days after the date the decreased cost of wholesale gas becomes effective, Applicant

shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 21st day of October, 1981.

PUBLIC SERVICE COMMISSION

Marlin M. Wh

Vice Chairman

Commissioner

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 7156-P DATED OCTOBER 21, 1981

The following rates are prescribed for the customers in the area served by Martin Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

First 2 Mcf \$ 4.4284 Per Mcf

Over 2 Mcf \$ 5.2284 Per Mcf